

FISCAL NOTE

HB 2187 - SB 2235

March 21, 2005

SUMMARY OF BILL: Defines any development authority (Johnson City Development Authority [JCDA]) established by private act and by any municipality located in more than one county, the majority population of which resides in any county having a population of not less than 107,100 nor more than 107,200 according to the federal census, as a housing authority.

ESTIMATED FISCAL IMPACT:

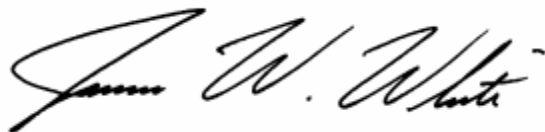
Other Fiscal Impact - To the extent enactment of this bill results in new business development, state and local revenues would increase. Because incremental revenues, as a direct result of this legislation, are dependent upon the extent of the development and the types of businesses created, they are difficult to predict. However, such amounts are estimated to be significant.

Assumptions:

- Enactment of this bill would provide the JCDA the same powers delineated other development authorities pursuant to TCA 4-17-302(2) including tax increment financing (TIF).
- TIF refers to low interest loans made to prospective businesses so that particular areas can be further developed.
- To the extent enactment of this bill results in new business development, state and local revenues would increase. Because incremental revenues, as a direct result of this legislation, are dependent upon the extent of the development and the types of businesses created, they are difficult to predict. However, such amounts are estimated to be significant.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director